## Senate File 169 - Introduced

SENATE FILE BY COMMITTEE ON HUMAN RESOURCES (SUCCESSOR TO SF 72) A BILL FOR

1 An Act providing for county eligibility for state payment of certain mental health, mental retardation, and developmental disabilities services funding and providing effective and retroactive applicability dates.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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Section 1. SERVICES FUND TRANSFER == ALLOWED GROWTH 1 2 PAYMENT.

- 3 1. For the purposes of this section, "services fund" means 4 a county's mental health, mental retardation, and 5 developmental disabilities services fund created under section 6 331.424A.
- 7 2. If a county failed to levy the maximum dollar amount 8 allowed for the county's services fund for the fiscal year 9 beginning July 1, 2006, the county shall qualify for the per 1 10 capita expenditure target pool allowed growth payment under 1 11 section 426B.5, subsection 1, made in that fiscal year 1 12 provided all of the following conditions are met:
- 1 13 a. The county has a population of more than 10,600 but 1 14 less than 11,700, according to the 2005 population estimate 1 15 issued by the federal government.
- b. On the enactment date of this Act, the county has an 1 17 unobligated or unencumbered balance in the undesignated 1 18 portion of the general fund of the county under section 1 19 331.427 in an amount at least equal to the difference between 1 20 the actual dollar amount the county levied for the county's 1 21 services fund for the fiscal year and the maximum dollar 1 22 amount allowed to be levied for the county's services fund for 1 23 the fiscal year.
- c. The county makes a one=time permanent transfer from the general fund of the county to the county's services fund in 1 26 the amount identified under paragraph "a". The county is 1 27 authorized to make the transfer described in this paragraph 1 28 notwithstanding section 331.424A or any other provision of law 1 29 to the contrary.
- 1 30 d. The county auditor certifies to the department of human 31 services that the one-time permanent transfer from the general 32 fund of the county has been made in the specified amount to 1 33 the county's services fund and that the conditions of this 34 subsection have been met.
  - 3. Upon receiving the certification required under 35 1 subsection 2, the county shall be deemed to have met the 2 requirement under section 426B.5, subsection 1, paragraph "c", 3 subparagraph (1), to be levying the maximum amount allowed for 4 the county's services fund for the fiscal year beginning July 5 1, 2006, and the department of human services shall authorize 6 adjustment of the allowed growth payment to the county 7 accordingly, subject to any other adjustments required under 8 2005 Iowa Acts, chapter 179, section 1, as amended by 2006 9 Iowa Acts, chapter 1184, section 73. LO Sec. 2. STATE PAYMENT TO ELIGIBLE COUNTIES.

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2 11 Notwithstanding section 331.439, subsection 1, paragraph "a", 2 12 a county that accurately reported the county's expenditures

2 13 for mental health, mental retardation, and developmental 2 14 disabilities services for the previous fiscal year on the

2 15 forms prescribed by the department of human services, and the 2 16 report was received after December 1, 2006, and on or before

2 17 March 15, 2007, shall be eligible for state payment, as 2 18 defined in section 331.438, in accordance with section 331.439 2 19 and other law providing for the state payment in the fiscal

2 20 year beginning July 1, 2006. 2 21 Sec. 3. EFFECTIVE DATE. This Act, being deemed of 2 22 immediate importance, takes effect upon enactment and applies 23 retroactively to July 1, 2006. EXPLANATION

This bill provides for county eligibility for state payment of certain mental health, mental retardation, and 27 developmental disabilities services (MH/MR/DD) allowed growth

2 28 and property tax relief funding.

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One section of the bill addresses county eligibility for an 30 allowed growth payment. The eligibility provisions for a 31 county to qualify for allowed growth payment from the per 32 capita expenditure pool for a fiscal year requires a county to 33 be levying for that year the maximum amount allowed for the 34 county's MH/MR/DD services fund. The bill provides a set of 35 conditions that can be applied by a county that failed to meet 1 the maximum levy requirement for fiscal year 2006=2007 in 2 order to be deemed to have met the requirement for that fiscal 3 year.

The conditions require the county to have in the 5 undesignated portion of the county general fund on the bill's 6 enactment date an unexpended and unobligated amount at least 7 equal to the difference between the dollar amount of the 8 services fund maximum levy and the services fund actual levy 3 9 for the fiscal year. The county must permanently transfer 3 10 that amount from the county's general fund to the county's 3 11 services fund. The county must have a population between 12 10,600 and 11,700, according to the 2005 population estimate 3 13 issued by the federal government. Finally, the county auditor 3 14 must certify to the department of human services that the

3 15 transfer was made. Upon receiving the required certification, the county is 3 17 deemed to have met the maximum levy requirement for funding 3 18 from the per capita expenditure pool and the department is 19 required to adjust the county's allowed growth payment 3 20 accordingly. Any other adjustments to the county's allowed 3 21 growth payment required under session law enacted in 2005 and 22 2006 remain applicable. These requirements provide for 23 withholding certain portions of a county's MH/MR/DD allowed

3 24 growth payments depending upon the relative size of the 25 county's services fund ending balance at the close of the 26 preceding fiscal year.

The other section of the bill provides for county 28 eligibility for state payment of both MH/MR/DD property tax

29 relief moneys and allowed growth funding.

3 30 Under current law, in order to be eligible to receive the 31 funding, a county must accurately report the county's 32 expenditures for such services for the previous fiscal year on 33 the forms prescribed by the department of human services by 34 December 1. The bill provides that a county is also eligible 35 if the report was received after December 1, 2006, and on or 1 before March 15, 2007.

The bill takes effect upon enactment and is retroactively 3 applicable to July 1, 2006.

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